

LIQ03

Notice of progress report in voluntary winding up



Companies House

For further information, please
refer to our guidance at
www.gov.uk/companieshouse

1 Company details

Company number 0 2 3 4 4 8 2 0

Company name in full 4-Iron 2020 Limited

→ Filling in this form

Please complete in typescript or in
bold black capitals.

2 Liquidator's name

Full forename(s) Meghan

Surname Andrews

3 Liquidator's address

Building name/number 2nd Floor, Regis House

Street 45 King William Street

Post town London

County/Region

Postcode E C 4 R 9 A N

Country

4 Liquidator's name ①

Full forename(s) Stephen Paul

Surname Grant

① Other liquidator

Use this section to tell us about
another liquidator.

5 Liquidator's address ②

Building name/number 2nd Floor, Regis House

Street 45 King William Street

Post town London

County/Region

Postcode E C 4 R 9 A N

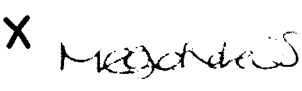

Country

② Other liquidator

Use this section to tell us about
another liquidator.

LIQ03

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6	Period of progress report											
From date	^d 0	^d 8	^m 1	^m 0	^y 2	^y 0	^y 2	^y 1				
To date	^d 0	^d 7	^m 1	^m 0	^y 2	^y 0	^y 2	^y 2				
7	Progress report											
<input checked="" type="checkbox"/> The progress report is attached												
8	Sign and date											
Liquidator's signature	Signature 											
Signature date	^d 2	^d 3	^m 1	^m 1	^y 2	^y 0	^y 2	^y 2				

**Presenter information**

You do not have to give any contact information, but if you do it will help Companies House if there is a query on the form. The contact information you give will be visible to searchers of the public record.

Contact name **Katie Newton**

Company name **Azets**

Address **2nd Floor, Regis House**

45 King William Street

Post town **London**

County/Region

Postcode **E C 4 R 9 A N**

Country

DX

Telephone **0207 4031877**

**Checklist**

We may return forms completed incorrectly or with information missing.

Please make sure you have remembered the following:

- ☐ The company name and number match the information held on the public Register.
- ☐ You have attached the required documents.
- ☐ You have signed the form.

**Important information**

All information on this form will appear on the public record.

**Where to send**

You may return this form to any Companies House address, however for expediency we advise you to return it to the address below:

The Registrar of Companies, Companies House,
Crown Way, Cardiff, Wales, CF14 3UZ.
DX 33050 Cardiff.

**Further information**

For further information please see the guidance notes on the website at www.gov.uk/companieshouse or email enquiries@companieshouse.gov.uk

This form is available in an alternative format. Please visit the forms page on the website at www.gov.uk/companieshouse

Joint Liquidators' Annual Progress Report to Members

4-Iron 2020 Limited - In Members' Voluntary Liquidation

23 November 2022

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1 Introduction and Statutory Information

Meghan Andrews and Stephen Paul Grant of Azets, 2nd Floor, Regis House, 45 King William Street, London, EC4R 9AN, were appointed as Joint Liquidators of 4-Iron 2020 Limited ("the Company") on 8 October 2021. This report provides an update on the progress in the Liquidation for the year ended 7 October 2022 ("the Period").

The registered office of the Company was changed from Elizabeth House, 13-19 London Road, Newbury, Berkshire, RG14 1JL to 2nd Floor, Regis House, 45 King William Street, London, EC4R 9AN and its registered number is 02344820.

Information about the way that the Joint Liquidators will use and store personal data on insolvency appointments can be found at <https://www.azets.co.uk/about-us/privacy-cookie-policy/>. If you are unable to download this, please contact this office and a hard copy will be provided to you.

2 Receipts and Payments

At Appendix A is an account of the Joint Liquidators' Receipts and Payments for the Period, which includes a comparison to the director's Declaration of Solvency ("DOS") values.

As at 7 October 2022, a total of £44,016.95 was being held in the Company's Liquidation account. This account is held with Metro Bank plc and it has been reconciled to the bank statements. This account is non-interest bearing.

3 Work Undertaken by the Joint Liquidators

This section of the report provides an overview of the work undertaken in the Liquidation during the Period.

The DOS comprised of the following assets:

	<u>DOS</u>	<u>Realised in Period</u>
Cash at Bank	£43,231.40	£51,129.12
Debtors	£636,925.20	£809,588.37
Director's Loan Account ("DLA")	£605,151.57	£1,343,589.87
Investments – Gap Wedge Limited	£554,287.44	£270,000.00
	<u>£1,839,595.61</u>	<u>£2,474,307.36</u>

Cash at Bank

Upon their appointment, the Joint Liquidators contacted Royal Bank of Scotland plc to request that the cash balances held in the Company's accounts be transferred to the Liquidation account. Funds of £51,129.12 were received in respect of this.

This amount is higher than the value listed on the DOS owing to several receipts crediting the accounts immediately prior to the Joint Liquidators' appointment.

Debtors

The DOS listed a value of £636,925.20 in relation to a debtor balance owed by Cyro Consultancy UK Limited. Upon the Joint Liquidators' appointment, it was confirmed that the outstanding amount owed by Cyro Consultancy UK Limited had increased to £809,588.37. This asset has been distributed in specie to the member.

DLA

The DOS estimated that £605,151.57 was outstanding in relation to the DLA. Upon the Joint Liquidators' appointment, it was confirmed that the outstanding balance was actually £1,343,589.87.

As a result of the distribution in specie of the intercompany debt owed by the Company to Gap Wedge Limited, from the Liquidation of Gap Wedge Limited (see below) to the shareholders of that company, there was a balance of £270,000.00 owed by the Company to Richard Goldstein. This was set off against his overdrawn DLA, before the balance of the DLA in the amount of £1,073,589.87 was distributed in specie to him, as the sole shareholder of the Company.

Investments – Gap Wedge Limited

The amount of £270,000.00 was realised in respect of a first interim distribution received from Gap Wedge Limited – in Liquidation, a subsidiary company. It is estimated that a further distribution of £6,228.26 will be received in this regard, once the Liquidators of Gap Wedge Limited have received clearance from HM Revenue & Customs ("HMRC") to close that Liquidation.

Please note that the difference between the value of this asset on the DOS and the anticipated final realisations in this respect is a result of the DOS including the book value, per the accounts, rather than the estimated distribution value upon the Liquidation of that company.

Other Refunds

The sum of £97.67 was received from Buckinghamshire Council in respect of a business rates refund for the period 1 April 2017 to 31 August 2017. There will be no further realisations in this respect.

Tax Refunds

During the Period, the Company's former accountants, Azets' Newbury office, prepared and submitted the Company's pre-Liquidation corporation tax returns for the periods 1 January 2020 to 31 December 2021 and 1 January 2021 to 30 June 2021. These returns gave rise to refunds of £34,795.27 and £10,687.50 respectively. These refunds are in respect of carry back loss claims arising in the relevant periods.

The Joint Liquidators have written to HMRC to request these refunds and have frequently chased them for updates by way of telephone calls and email correspondence. HMRC's corporation tax team have confirmed that they agree with the calculations but are waiting for the designated MVL team to confirm that there are no outstanding liabilities that need to be offset against these amounts.

It is hoped that these refunds will be received shortly and the Joint Liquidators will continue to liaise with HMRC on a regular basis in order to ensure the funds are realised at the earliest opportunity.

4 Outcome for Creditors

Secured Creditors

There are no outstanding charges registered against the Company at Companies House.

Preferential Creditors

The Company does not have any preferential creditors.

Unsecured Creditors

The DOS listed creditors totalling £4,096.84. This was in relation to outstanding accountancy fees for the work to prepare the accounts and corporation tax returns to 30 June 2021. This invoice was settled by the Company immediately prior to Liquidation.

Following the Joint Liquidators' appointment, it was identified that the intercompany debt in the amount of £547,953.82 had been omitted from the Declaration of Solvency owing to a misunderstanding of the draft final accounts position. As referred to earlier in this report, the intercompany debt was owed to the Company's subsidiary Gap Wedge Limited and £540,000.00 of the balance was distributed in specie in that Liquidation to the shareholders of that company, being the Company and Richard Goldstein. The distribution in the amount of £270,000.00 in relation to the Company's shares in Gap Wedge Limited was set off against the outstanding balance of the intercompany debt and the balance that was subsequently owed to Richard Goldstein as a result of the distribution in specie, was set off against his overdrawn DLA in the Company. The remaining balance of £7,953.82 will be paid to the Liquidation of Gap Wedge Limited as final repayment of the balance owed.

An advert was placed in the London Gazette on 14 October 2021 inviting creditors to submit their claim in the Liquidation by 11 November 2021. No claims were received.

As part of the formalities of the Liquidation, the Joint Liquidators wrote to HMRC for their confirmation that all of the Company's pre-Liquidation tax affairs were up to date and that they have no objections to the closure of the Liquidation. After numerous chasers, HMRC have recently advised that the pre-Liquidation corporation tax return for the period 1 July 2021 to 7 October 2021 is outstanding and are unable to provide clearance on this basis.

The Joint Liquidators requested the assistance of the Azets' Newbury office in submitting this return, as soon as HMRC identified that it was outstanding. It is anticipated that this will be a nil return.

During the Period, the Joint Liquidators have liaised regularly with the MVL team in an attempt to expedite the issue of the carry back loss refunds due to the Company and the requested clearance. The Joint Liquidators will continue to correspond with HMRC in this respect in order to finalise the Liquidation at the earliest opportunity.

5 Distributions to the Member

The Company's share capital is comprised of 1 ordinary share owned by Mr Richard Goldstein.

The following distributions in specie have been declared to the member in the Period:

- A distribution of £809,588.37 per ordinary share on 29 November 2021 in relation to the outstanding debtor balance from Cyro Consultancy UK Limited.
- A distribution of £1,073,589.87 per ordinary share on 29 November 2021 in relation to the outstanding DLA.

Owing to the delay with the carry back loss refunds due to the Company, there have been no cash distributions made to the members to date. A first and final cash distribution will be made to the members upon receipt of the refunds and appropriate clearance from HMRC.

6 Joint Liquidators' Remuneration and Expenses

On 8 October 2021, a written resolution was passed by the members which approved that the Joint Liquidators' remuneration be fixed at £5,500.00 plus VAT and expenses. It was also approved that the payment of this fee could be made from the funds held in the Liquidation.

The Liquidation fee of £5,500.00 plus VAT has been paid in full from the assets in the Liquidation.

Owing to the delays experienced with HMRC, the actual costs incurred in dealing with the Liquidation have exceeded the agreed fixed fee but it is not the Joint Liquidators' intention to seek approval for a further fee. The additional costs that have been incurred will be written off.

The following expenses have been incurred in this matter:

Statutory Advertising	£270.00
Specific Bond	£202.50
Storage Costs	£35.70
	<u>£508.20</u>

Expenses totalling £508.20 have been paid in full from the funds held in the Liquidation account.

No Category 2 expenses have been incurred or paid in the Liquidation.

It is anticipated that there will be a further fee payable to Azets' Newbury Office in respect of their assistance with preparing and submitting the Company's final corporation tax return. Once the return has been submitted, this fee will be agreed by the member prior to any payment being made.

An explanation of Azets' time charging and expenses recovery policy is attached at Appendix B for your information and 'A Members' Guide to Liquidators' Fees' is available at www.azets.co.uk/media/xvgn4gnf/mvl0305-shareholders-guide-to-liquidators-fees-in-members-voluntary-liquidation.pdf or on request to this office.

Please note that a new version of SIP9 was introduced on 6 April 2021 and as a result, new guides were released for all appointments except MVL's and as such, this link will make references to the previous version of SIP9. Members should note that any relevant changes arising from the introduction of the new SIP9 have been made to our firm's expenses charging policy which is enclosed at Appendix B.

7 Members' Rights

Within 21 days of the receipt of this report, members with either at least 5% of the total voting rights of all the members having the right to vote at general meetings of the Company or with the permission of the court, may request in writing that the Joint Liquidators provide further information about their remuneration or expenses which have been itemised in this progress report.

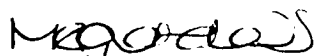
Any members with at least 10% of the total voting rights of all the members having the right to vote at general meetings of the Company may within 8 weeks of receipt of this progress report, make an application to court on the grounds that, in all the circumstances, the basis fixed for the Joint Liquidators' remuneration is inappropriate and/or the remuneration charged or the expenses incurred by the Joint Liquidators, as set out in this progress report, are excessive.

8 Next Report

The Liquidation will remain open until the carry back loss refunds and final clearance has been received from HMRC.

The Joint Liquidators are required to provide a further report on the progress of the Liquidation within two months of the end of the second anniversary of the Liquidation, unless all matters have already been concluded, in which case the proposed final account will be issued.

Should you have any queries about the content of this report, or the Liquidation generally, then please contact Katie Newton at Katie.Newton@azets.co.uk or on 0207 403 1877.



Meghan Andrews
Joint Liquidator

Appendix A

Receipts and Payments Account for the Period from 8 October 2021 to 7 October 2022

4-Iron 2020 Limited
(In Liquidation)
Joint Liquidators' Summary of Receipts & Payments
For the Period 08/10/2021 to 07/10/2022

Dec of Sol £		£	£
	ASSET REALISATIONS		
636,925.20	Debtors	809,588.37	
554,287.44	Investments - Gap Wedge Ltd	270,000.00	
	Other Refunds	97.67	
43,231.40	Cash at Bank	51,129.12	
605,151.57	Director's Loan Account	1,343,589.87	
			2,474,405.03
	COST OF REALISATIONS		
	Office Holders Fees	5,500.00	
	Office Holders Expenses	508.20	
			(6,008.20)
	UNSECURED CREDITORS		
(4,096.84)	Accruals	NIL	
	Intercompany Debt - Gap Wedge Ltd	540,000.00	
			(540,000.00)
	DISTRIBUTIONS		
	Ordinary Shareholders	1,883,178.24	
			(1,883,178.24)
1,835,498.77			45,218.59
	REPRESENTED BY		
	Vat Receivable		1,201.64
	Bank 1 Current		44,016.95
			45,218.59

Appendix B

Information in Relation to the Joint Liquidators' Fees and Expenses



AZETS HOLDINGS LIMITED – FEES AND EXPENSES POLICY

Introduction

Further information about creditors' rights can be obtained by visiting the creditors' information micro-site published by the Association of Business Recovery Professionals (R3) at <http://www.creditorinsolvencyguide.co.uk>.

Details about how an office holder's fees may be approved for each case type are available in a series of guides issued with Statement of Insolvency 9 (SIP 9) and can be accessed at https://www.azets.co.uk/restructuring_and_insolvency_downloads/. A hard copy may be requested from Azets Holdings Limited, 2nd Floor Regis House, 45 King William Street, London, EC4R 9AN or meghan.andrews@azets.co.uk.

Staff Allocation and Charge Out Rates

Our general approach to resourcing our assignments is to allocate staff with the skills and experience to meet the specific requirements of the case.

The constitution of the case team will usually consist of a Partner, Senior Manager or Manager and a Senior or Associate. The exact constitution of the case team will depend on the anticipated size and complexity of the assignment and on larger, more complex cases, several Seniors or Associates may be allocated to meet the demands of the case.

We operate a time recording system which allows staff working on the assignment along with the office holders to allocate their time to an assignment in 6 minute units.

Time spent on casework is recorded directly to the relevant case using a computerised time recording system and the nature of the work undertaken is recorded at that time. The work is generally recorded under the following categories:

- Administration and planning
- Investigations
- Realisation of assets
- Creditors
- Trading
- Case specific matters

Time costs are recorded at the individual's hourly rate in force at that time, Our charge out rates are shown below and the rates shown are exclusive of VAT.

1 February 2022 to date		£	3 December 2018 to 31 January 2022	£
Partners/Directors	400.00 – 580.00		Partners	430.00 - 470.00
Managers	280.00 – 375.00		Directors/Managers	210.00 - 390.00
Administrators	130.00 – 275.00		Administrators	110.00 - 210.00
Support Staff	120.00		Junior/Trainee Administrators	95.00 - 200.00
			Cashiers/Secretaries	60.00 - 100.00

Where necessary and appropriate, members of staff from other departments of the practice will undertake work on a case. They will be charged at their normal charge out rate for undertaking such work.

Please note that charge out rates are reviewed annually and may be subject to change.

Expenses

On insolvency appointments, an office holder will typically incur expenses which relate to that assignment. Expenses (or costs) are amounts properly payable by an office holder from an insolvency estate which are not otherwise categorised as the office holder's remuneration or a distribution to a creditor or shareholder. These expenses may include, but are not limited to, agent's costs for disposal and realisation of assets, legal costs, specialist pension advice, tax services or other routine expenses associated with an insolvency appointment such as statutory advertising costs, the office holder's specific penalty bond and costs associated with storing the books and records. Expenses also include disbursements which are payments that are first met by the office holder and then reimbursed at a later date from the estate, usually when realisations permit. Details of the anticipated expenses on an insolvency assignment will be outlined in the office holder's fees estimate or other information provided to creditors about the fee basis or bases being proposed.

Expenses recharged to, or incurred directly by, an insolvent estate are subject to VAT at the applicable rate where appropriate.

Some expenses can be paid without prior approval from creditors (referred to as Category 1 expenses) and other expenses which may have an element of shared costs or are proposed to be paid to an associate of the office holder, require approval before they can be paid (referred to as Category 2 expenses).

Category 1 expenses are directly referable to an invoice from a third party that is not an associate of the office holder or the firm, which is either in the name of the estate or Azets Holdings Limited; in the case of the latter, the invoice makes reference to, and therefore can be directly attributed to, the insolvency estate. These costs are recoverable without the prior approval of creditors either by a direct payment from the estate or, where the firm has made payment on behalf of the estate, by a recharge of the amount invoiced by the third party.

Category 2 expenses are directly attributable to the estate but include an element of shared costs or is a payment to an associate of the office holder or the firm. These expenses are recoverable from the estate, subject to the prior approval of the creditors, in the same manner as the approval of the office holder's remuneration.

The Category 2 expenses which include an element of shared costs and are charged by this firm are as follows:

- Postage – charged in accordance with the current Royal Mail price guide for first class.
- Business mileage – charged at standard rates which comply with HM Revenue & Customs limits. The current rate is 45 pence per mile.
- Internal photocopying - charged at 5 pence per sheet for reports and circulars issued to creditors, shareholders, employees and other stakeholders. No additional charge is made for individual items of correspondence.

Please note that these category 2 expenses are reviewed annually and may be subject to change.

Payments to associates (as defined in Section 435 of the Insolvency Act 1986 and the Insolvency Code of Ethics), which are also classified as a category 2 expense requiring creditor approval, are not routinely made by this firm. Any such payments will be considered on a case by case basis and when seeking approval for the payments, the office holder will provide creditors with an explanation of the work to be done, why the work is necessary and the estimated payment that will be made. The form and nature of the relationship with the associate will also be provided.

Provision of Services Regulations

When carrying out all professional work relating to an insolvency appointment, Insolvency Practitioners are bound by the Insolvency Code of Ethics.

To comply with the Provision of Service Regulations, some general information about Azets Holdings Limited, including our complaints policy and Professional Indemnity Insurance and the Insolvency Code of Ethics, is available on our website using the following link: www.azets.co.uk/about-us/legal-regulatory-information/.